

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 3563 - SB 3563

March 1, 2010

SUMMARY OF BILL: Imposes a mandatory \$500 fine for any retailer, licensee or permit holder who sells alcoholic beverages to any person under the age of 21 in addition to the current penalty.

ESTIMATED FISCAL IMPACT:

Increase State Revenue - \$40,000
Increase State Expenditures – Not Significant

Increase Local Revenue – \$43,500
Increase Local Expenditures – Not Significant

Assumptions:

- According to the Alcoholic Beverage Commission (ABC), 80 citations were issued in FY09-10 for the sale of alcoholic beverages to minors.
- There will be 80 citations issued in FY10-11 resulting in an increase to state revenue of \$40,000 (\$500 x 80).
- ABC will not require additional administrative staff to assess or collect additional fines resulting in a not significant impact to state expenditures.
- According to ABC there is no information available to identify the number of citations issued by local beer boards. Estimate assumes there will be 87 citations issued by local beer boards resulting in an increase in local government revenue of \$43,500 (\$500 x 87).
- Local governments will not require additional resources to assess or collect additional fines resulting in a not significant impact to local government expenditures.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

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